



A.22-02-XXX

APPLICATION OF SOUTHERN CALIFORNIA GAS COMPANY FOR AUTHORITY
TO ESTABLISH A MEMORANDUM ACCOUNT
FOR THE ANGELES LINK PROJECT

FILED
02/17/22
08:40 AM

A2202007

ATTACHMENT A – Preliminary Statement – Part VI – Memorandum Accounts
Angeles Link Project Memorandum Account (ALPMA)

PRELIMINARY STATEMENT - PART VI - MEMORANDUM ACCOUNTS
ANGELES LINK PROJECT MEMORANDUM ACCOUNT (ALPMA)

Sheet 1

1. Purpose

The ALPMA is an interest-bearing memorandum account recorded on SoCalGas' financial statements. The purpose of the ALPMA is to record incremental costs not already accounted for in existing balancing accounts or cost recovery mechanisms associated with the Angeles Link Project, which would develop an integrated hydrogen energy transport system. The Project will be developed in three phases, each of which will commence following successful completion of the prior phase:

Phase 1 consists of refined supply, demand, pipeline configuration, and storage analyses to support a pre-Front End Engineering and Design ("FEED") analysis for options for the dedicated hydrogen energy transport system;

Phase 2 consists of design, engineering, and environmental studies for the preferred pipeline system, including a FEED study; and

Phase 3 consists of the preparation of permit applications, including an application to the Commission for a Certificate of Public Convenience and Necessity.

This memorandum account is established pursuant to Decision (D.) XX-XX-XXX and is effective February 17, 2022.

2. Applicability

The ALPMA shall apply to all customers except those specifically excluded by the Commission.

3. Rates

See Disposition Section.

4. Accounting Procedures

SoCalGas maintains this account by recording entries at the end of each month, net of applicable FF&U, as follows:

- a) A debit entry equal to the actual operational and maintenance (O&M) costs and capital-related costs (i.e., depreciation, return and taxes) associated with the Angeles Link Project;
- b) An entry to amortize the account balance as authorized by the Commission, and
- c) An entry equal to interest on the average of the balance in the account during the month, calculated in the manner described in Preliminary Statement, Part I, J.

5. Disposition

The balance in the ALPMA will be addressed in SoCalGas' next general rate case and/or other applicable proceedings, as needed.

(TO BE INSERTED BY UTILITY)
ADVICE LETTER NO.
DECISION NO.

100

ISSUED BY
Dan Skopec
Senior Vice President
State Gov. Affairs/Chief Reg. Officer

(TO BE INSERTED BY CAL. PUC)
SUBMITTED _____
EFFECTIVE _____
RESOLUTION NO. _____

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